Via ECFS
October 11, 2017
Marlene H. Dortch
Secretary
Federal Communications Commission

Re: Ex Parte Communication of Brent Skorup; In the Matter of Restoring Internet Freedom, WC 17-108

Dear Ms. Dortch:

On October 11, 2017, Canyon Brimhall, Mike Jayne, and I met with Jamie Susskind, Chief of Staff to Commissioner Carr, to discuss the Commission's proposal to revisit the 2015 Open Internet Order and eliminate Internet regulations.¹

During the meeting I highlighted arguments made in my August 30 reply comments in the proceeding.² First I explained that the Supreme Court decision in *NCTA v. Brand X* never questioned that Internet access is an information service.³

Second, I explained the First Amendment vulnerabilities of the Open Internet Order. The OIO on its face draws distinctions based on the content conveyed by ISPs. In footnote 575 of the order, the FCC says that offering "family friendly" filtering to users is a form of "beneficial," permitted network management. The Order therefore imposes content-based burdens on media distributors (Internet service providers) that cannot survive strict scrutiny from a court.

The Supreme Court stated in *Town of Gilbert* that facially content-based regulations, like the OIO's "reasonable network management" exception, are automatically "subject to strict scrutiny regardless of the government's benign motive, content-neutral justification, or lack of 'animus toward the ideas contained' in the regulated speech." The *Town of Gilbert* case was released in June 2015, a few months after the release of the Open Internet Order, and the FCC should reevaluate the constitutionality of the Order in light of the Supreme Court decision.

Third, I noted that the Order is, at best, ineffective at encouraging net neutrality norms. At worst, it actively encourages Internet service providers to filter content. In the words of the FCC attorney when defending the OIO before the DC Circuit Court of Appeals in 2015, a curated service will "drop out of the

¹ FCC, "In the Matter of Restoring Internet Freedom," WC Dkt. No. 17-108, Notice of Proposed Rulemaking, para. 31, released Apr. 27, 2017, https://apps.fcc.gov/edocs_public/attachmatch/DOC-344614A1.pdf.

² Reply Comments of Brent Skorup, August 30, 2017, WC Dkt. No. 17-108,

https://ecfsapi.fcc.gov/file/10830271311126/Skorup-Restoring-Internet-Freedom-Mercatus-Comment-v1.pdf.

³ Nat'l Cable Telecomm. Ass'n v. Brand X Internet Servs., 545 U.S. 967, 996-97 (2005) (holding that the Communications Act "fails unambiguously to classify facilities-based *information-service providers* as telecommunications-service offerors. . . .") (emphasis added).

⁴ FCC, Protecting and Promoting the Open Internet, GN Dkt. No. 14-28, Report and Order on Remand, Declaratory Ruling, and Order 102–3 n.575 (rel. Mar. 12, 2015).

⁵ Reed v. Town of Gilbert, 135 S. Ct. 2218, 2228 (2015) (quoting Cincinnati v. Discovery Network, Inc., 507 U.S. 410, 429 (1993)).

definition of Broadband Internet Access Service and the rules don't apply. . . ."⁶ The Order therefore injects a brand-new regulatory asymmetry into the broadband market: conventional broadband service is regulated heavily under Title II; any curated Internet service, however, is a lightly-regulated service falling outside Title II.

Finally, I argued in favor of eliminating the "paid prioritization ban." The ban biases the evolution of the Internet in favor of cache-able services (like web browsing and streaming video) and against real-time or interactive services like teleconferencing, live TV, and gaming. These latter services may need (costly) end-to-end capacity reservation and reliability assurances from ISPs. By banning or heavily regulating priority agreements, the FCC forecloses the possibility of innovations in real-time IP services and encourages large ISPs to acquire independent innovators in order to avoid Title II's regulation of armslength priority agreements.

This letter is being filed electronically pursuant to section 1.1206 of the Commission's rules.

Respectfully submitted, Brent Skorup Research fellow, Mercatus Center at GMU

cc: Jamie Susskind

⁶ Brent Skorup, Why the FCC's Net Neutrality Rules Could Unravel, Plain Text (Mar. 1, 2016), https://readplaintext.com/why-the-fcc-s-net-neutrality-rules-could-unravel-cc26c6b96418 (quoting audio from U.S. Telecomm. Ass'n oral arguments).